



**Form 3M**  
**Income Tax Return for Clubs and Other**  
**Organizations not Engaged in Business for Profit**  
(Organizations whose gross income is \$100 or less are not required to file a return)

2007

**Massachusetts  
Department of  
Revenue**

For calendar year 2007 or taxable year beginning		, 2007 and ending	
Name of organization		Federal identification number	
Street address	City or town	State	Zip
Date of organization	If using the whole-dollar method, ► check box <input type="checkbox"/>		
Organization's books are in care of	Principal organization activity		
Street address	City or town	State	Zip

Has the federal government changed your taxable income for any prior year which you have not yet reported to Massachusetts? ►  Yes  No. If "Yes," complete a new Form 3M for that year and mark "Amended" across the top of the form. This must be done within one year after final U.S. determination.

### Computation of Tax

1	5.3% income, including interest from Mass. banks.* List sources and amounts	► 1	
2	Interest and dividend income (from Massachusetts Schedule B, line 28).....	► 2	
3	Total 5.3% income. Add line 1 and line 2.....	3	
4	Tax on 5.3% income. Multiply line 3 by .053 .....	► 4	
5	Taxable 12% capital gains (from Massachusetts Schedule B, line 29) .....	► 5	
6	Tax on 12% capital gains. Multiply line 5 by .12.....	► 6	
7	Tax on long-term capital gains (from Massachusetts Schedule D, line 16; not less than "0").....	► 7	
8	Total tax. Add lines 4, 6 and 7.....	► 8	
9	2006 overpayment applied to your 2007 estimated tax .....	► 9	
10	2007 Massachusetts estimated tax payments (do not include amount in line 9) .....	► 10	
11	Payments made with extension .....	► 11	
12	Total payments. Add lines 9, 10 and 11.....	12	
13	<b>Overpayment.</b> If line 8 is smaller than line 12, subtract line 8 from line 12.....	13	
14	Amount of overpayment to be credited to your 2008 <b>estimated tax</b> .....	► 14	
15	<b>Amount of your refund.</b> Subtract line 14 from line 13.....	► 15	
16	<b>Amount of tax due.</b> If line 12 is smaller than line 8, subtract line 12 from line 8 .....	16	
17	M-2210 penalty ► \$ _____; Late file/pay penalties* ► \$ _____	Total penalty	17
18	Interest on unpaid balance* .....	► 18	
19	Total payment due at time of filing. Add lines 16, 17 and 18.....	► 19	

Make check payable to: Commonwealth of Massachusetts.

**Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct and complete. Declaration of preparer (other than taxpayer) is based on all information of which he/she has any knowledge.**

STAPLE CHECK HERE

Your signature	Date	Paid preparer's signature	Date
► _____			
Title			
Firm name	PTIN or SSN		
Street address	City/Town	State	Zip

This return is due on or before the fifteenth day of the fourth month after the close of the taxable year, calendar or fiscal. Make check or money order payable to **Commonwealth of Massachusetts**. Mail return, together with payment in full, to: **Massachusetts Department of Revenue, PO Box 7018, Boston, MA 02204**.

\*See Form 1 instructions.

## Schedule B. Interest, Dividends and Certain Capital Gains and Losses

1	Enter taxable interest (other than interest from Massachusetts banks) received during the year.....	1	<input type="text"/>
2	Enter taxable dividends received during the year.....	2	<input type="text"/>
3	Add lines 1 and 2.....	3	<input type="text"/>
4	Enter taxable interest (other than interest from Massachusetts banks) and dividends from all partnerships and non-Massachusetts estates and trusts .....	4	<input type="text"/>
5	Subtotal. Add lines 3 and 4. If you have no short-term capital gains or losses, long-term gains on collectibles and pre-1996 installment sales, carryover short-term losses from prior years, or net long-term capital losses, omit lines 6 through 27. Enter this amount in line 28 and on Form 3M, line 2. Omit lines 29 and 30. Otherwise complete Schedule B.....	5	<input type="text"/>
6	Short-term capital gains (included in U.S. Schedule D, lines 1, 2, 4 and 5, col. (f)).....	6	<input type="text"/>
7	Long-term capital gains on collectibles and pre-1996 installment sales (from Massachusetts Schedule D, line 10)* .....	7	<input type="text"/>
8	Add lines 6 and 7.....	8	<input type="text"/>
9	Short-term capital losses (included in U.S. Schedule D, lines 1, 2, 4 and 5, col. (f)).....	9	<input type="text"/>
10	Prior short-term losses for years beginning after 1981 (from 2006 Massachusetts Schedule B, line 30). ....	10	<input type="text"/>
11	Combine lines 8 through 10. If "0" or greater, omit lines 12 through 15 and enter this amount in line 16. If the total is a loss, go to line 12 .....	11	<input type="text"/>
12	Short-term losses applied against interest and dividends. Enter the smaller of line 5 or line 11 (as a positive amount). Not more than \$2,000.....	12	<input type="text"/>
13	Subtotal. Combine lines 11 and 12.....	13	<input type="text"/>
14	Short-term capital losses applied against long-term capital gains (see instructions).....	14	<input type="text"/>
15	Short-term losses available for carryover in 2008. Combine lines 13 and 14 and enter result here and in line 30, omit lines 16 through 20 and complete lines 21 through 29.....	15	<input type="text"/>
16	Short-term gains and long-term gains on collectibles. Enter amount from line 11.....	16	<input type="text"/>
17	Long-term capital losses applied against short-term capital gains (see instructions).....	17	<input type="text"/>
18	Subtotal. Subtract line 17 from line 16. Enter result here. If line 18 is "0," omit line 19, and enter "0" in line 20.....	18	<input type="text"/>
19	Long-term gains deduction. Complete only if lines 7 and 18 are greater than "0." If line 7 shows a gain, enter 50% of line 7 minus 50% of losses in lines 9, 10 and 17, but not less than "0".....	19	<input type="text"/>
20	Short-term gains after long-term gains deduction. Subtract line 19 from line 18.....	20	<input type="text"/>
21	Enter the amount from line 5.....	21	<input type="text"/>
22	Short-term losses applied against interest and dividends. Enter the amount from line 12.....	22	<input type="text"/>
23	Subtotal. Subtract line 22 from line 21 .....	23	<input type="text"/>
24	Long-term losses applied against interest and dividends (see instructions) .....	24	<input type="text"/>
25	Adjusted interest and dividends. Subtract line 24 from line 23 .....	25	<input type="text"/>
26	Enter the amount from line 20 .....	26	<input type="text"/>
27	Adjusted gross interest, dividends and certain capital gains and losses. Add lines 25 and 26. Not less than "0" .....	27	<input type="text"/>
28	If line 27 is greater than or equal to line 5, enter the amount from line 5 here and on Form 3M, line 2. If line 27 is less than line 5, enter line 27 here and on Form 3M, line 2.....	28	<input type="text"/>
29	Taxable 12% capital gains. Subtract line 28 from line 27. Not less than "0." Enter result here and on Form 3M, line 5.....	29	<input type="text"/>
30	Available short-term losses for carryover in 2008. Enter amount from line 15 only if it is a loss.....	30	<input type="text"/>

\*See Form 1 instructions.

## Schedule D. Long-Term Capital Gains and Losses Excluding Collectibles

Attach copy of U.S. Schedule D.

1	Enter amounts included in U.S. Schedule D, line 8, col. f .....	1	
2	Enter amounts included in U.S. Schedule D, line 9, col. f .....	2	
3	Enter amounts included in U.S. Schedule D, line 11, col. f.....	3	
4	Enter amounts included in U.S. Schedule D, line 12, col. f .....	4	
5	Enter amounts included in U.S. Schedule D, line 13, col. f .....	5	
6	Carryover losses from prior years (see instructions) .....	6	
7	Combine lines 1 through 6 .....	7	
8	Massachusetts differences, if any* (attach additional statement).....	8	
9	Massachusetts 2007 gains or losses. Exclude/subtract line 8 from line 7 .....	9	
10	Long-term gains on collectibles and pre-1996 installment sales.* Also, enter this amount in Schedule B, line 7 .....	10	
11	Subtotal. Subtract line 10 from line 9 .....	11	
12	Capital losses applied against capital gains (see instructions) .....	12	
13	Subtotal. If line 11 is greater than '0,' subtract line 12 from line 11. If line 11 is less than "0," combine lines 11 and 12. If line 13 is a loss, see instructions .....	13	
14	Long-term capital losses applied against interest and dividends (see instructions) .....	14	
15	Taxable long-term capital gains. Combine lines 13 and 14 .....	15	
16	Tax on long-term capital gains. Multiply line 15 by .053. Not less than "0." Enter result here and on Form 3M, line 7 .....	16	
17	Available losses for carryover in 2008. Enter amount from Schedule D, line 15, only if it is a loss .....	17	

\*See Form 1 instructions.

## Form 3M Instructions

---

This form is solely for the use of clubs, labor unions, political committees, taxable fraternal organizations and all other organizations not engaged in business for profit, and consequently having only taxable dividends, interest, capital gains, Massachusetts savings deposit interest and other miscellaneous income. If such an organization has taxable business or other income, the return should be made on Form 3, Partnership Return of Income, and each member must include his/her share by class of income on his/her individual income tax return. Religious organizations, whether incorporated, and fraternal societies, orders or associations, operating under the lodge system or for the inclusive benefit of the members of a fraternity, itself operating under the lodge system, and providing life, sick, accident or other benefits for the members of such society, order or association or their dependents, are exempt from taxation and do not need to file this return.

**Schedule B, Line 14 and Schedule D, Line 12.** If Schedule B, line 13 is a loss and Schedule D, line 11 is a positive amount, enter the smaller of Schedule B, line 13 (considered as a positive amount) or Schedule D, line 11 on Schedule B, line 14 and on Schedule D, line 12.

**Schedule B, Line 17 and Schedule D, Line 12.** If Schedule B, line 16 is a positive amount and Schedule D, line 11 is a loss, enter the smaller of Schedule B, line 16 or Schedule D, line 11 (considered as a positive amount) on Schedule B, line 17 and on Schedule D, line 12.

**Schedule B, Line 24 and Schedule D, Line 14.** If Schedule B, line 23 is a positive amount and Schedule D, line 13 is a loss, you must complete a pro forma version of the Long-Term Capital Losses Applied Against Interest and Dividends Worksheet found on in the Form 1 instruction booklet. When completing the worksheet, substitute Schedule B, line 21 (Form 3M) for Schedule B, line 29 (Form 1); Schedule B, line 22 (3M) for Schedule B, line 30 (Form 1); Schedule D, line 13 (Form 3M) for Schedule D, line 14 (Form 1); Schedule B, line 24 (3M) for Schedule B, line 32 (Form 1); and Schedule D, line 14 (3M) for Schedule D, line 15 (Form 1).

**Schedule D, Line 6.** If you have a carryover loss from a prior year, enter in line 6 the amount of carryover losses from your 2006 Schedule D, line 17.

**Schedule D, Line 13.** If Schedule D, line 13 is a loss and Schedule B, line 16 is "0" or greater and Schedule B, line 23 is a positive amount, complete line 14. If Schedule D, line 13 is a loss and Schedule B, line 13 is "0" or less, omit Schedule D, line 14, enter the amount from Schedule D, line 13 in Schedule D, line 15, omit Schedule D, line 16 and enter the amount from Schedule D, line 15 in Schedule D, line 17 and enter "0" on Form 3M, line 7.

**Where to file.** Mail Form 3M and all accompanying schedules to: **Massachusetts Department of Revenue, PO Box 7018, Boston, MA 02204.**